

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

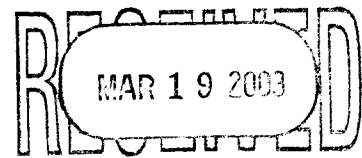
ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02860A
Naco Water Company, L.L.C.
P. O. Box 85160
Tucson AZ 85754

ANNUAL REPORT

ARIZONA CORPORATION
COMMISSION



Director of Utilities

FOR YEAR ENDING

12	31	2002
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*Ok
3-19-03
C. Y. M.*

FOR COMMISSION USE

ANNEX	02
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19 MAR 2003

COMPANY INFORMATION

Company Name (Business Name) Naco Water Company, LLC

Mailing Address P.O. Box 85160

Tucson

(City)

Arizona

(State)

85754

(Zip)

520-623-5172

Telephone No. (Include Area Code)

520-792-0377

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address SWUMGMT@AOL.com

Local Office Mailing Address P.O. Box 85160

Tucson

(City)

AZ

(State)

85754

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Southwestern Utility Management, Inc. Bonnie O'Connor, Member

(Name)

(Title)

P.O. Box 85160

(Street)

Tucson

(City)

AZ

(State)

85754

(Zip)

520-623-5172

Telephone No. (Include Area Code)

520-792-0377

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address SWUMGMT@AOL.com

On Site Manager: Southwestern Utility Management, Inc. Howard Brown

(Name)

P.O. Box 85160

(Street)

Tucson

(City)

AZ

(State)

85754

(Zip)

520-623-5172

Telephone No. (Include Area Code)

520-792-0377

Fax No. (Include Area Code)

520-403-6045 (Cell)

Pager/Cell No. (Include Area Code)

Email Address SWUMGMT@AOL.com

Statutory Agent Marty F. Ryan, Ltd.

(Name)

6262 N. Swan Rd., Suite 290

(Street)

(City)

Tucson, AZ

(State)

85718-3600

(Zip)

520-299-8117

Telephone Number (Include Area Code)

520-299-7860

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney:

Marty F. Ryan, Ltd.

(Name)

6262 N. Swan Rd., Suite 290

(Street)

(City)

Tucson, AZ

(State)

85718-3600

(Zip)

520-299-8117

Telephone Number (Include Area Code)

520-299-7860

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to you company:

☐ Sole Proprietor (S)☐ Partnership (P)☐ Bankruptcy (B)☐ Receivership (R)☐ Other (Describe) _____☐ C Corporation (C) (Other than Association/Co-Op)☐ Subchapter S Corporation (Z)☐ Association/Co-Op (A)☒ Limited Liability CompanyCOUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE☐ GILA☐ LA PAZ☐ NAVAJO☐ SANTA CRUZ☐ STATEWIDE☒ COCHISE☐ GRAHAM☐ MARICOPA☐ PIMA☐ YAVAPAI☐ COCONINO☐ GREENLEE☐ MOHAVE☐ PINAL☐ YUMA


COMPANY NAME

Naco Water Company, LLC

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	198.00	N/A	198.00
302	Franchises	-0-	N/A	-0-
303	Land and Land Rights	7,817.00	N/A	7,817.00
304	Structures and Improvements	4,258.00	895.00	3,363.00
307	Wells and Springs	56,015.00	24,969.00	31,046.00
311	Pumping Equipment	109,291.00	47,159.00	61,132.00
320	Water Treatment Equipment	1,971.00	593.00	1,378.00
330	Distribution Reservoirs and Standpipes	134,363.00	31,129.00	103,234.00
331	Transmission and Distribution Mains	475,154.00	84,040.00	391,114.00
333	Services	34,194.00	12,561.00	21,633.00
334	Meters and Meter Installations	26,207.00	18,198.00	8,009.00
335	Hydrants	19,717.00	2,958.00	16,759.00
336	Backflow Prevention Devices	-0-	-0-	-0-
339	Other Plant and Misc. Equipment	-0-	-0-	-0-
340	Office Furniture and Equipment	9,202.00	9,202.00	-0-
341	Transportation Equipment	-0-	-0-	-0-
343	Tools, Shop and Garage Equipment	140.00	42.00	98.00
344	Laboratory Equipment	-0-	-0-	-0-
345	Power Operated Equipment	2,818.00	2,818.00	-0-
346	Communication Equipment	-0-	-0-	-0-
347	Miscellaneous Equipment	-0-	-0-	-0-
348	Other Tangible Plant	-0-	-0-	-0-
	TOTALS	881,345.00	234,564.00	646,781.00

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	198.00	N/A	N/A
302	Franchises	-0-	N/A	N/A
303	Land and Land Rights	7,817.00	N/A	N/A
304	Structures and Improvements	4,258.00	5%	213.00
307	Wells and Springs	56,015.00	5%	2,801.00
311	Pumping Equipment	109,291.00	5%	5,465.00
320	Water Treatment Equipment	1,971.00	5%	99.00
330	Distribution Reservoirs and Standpipes	134,363.00	5%	6,718.00
331	Transmission and Distribution Mains	475,154.00	5%	23,758.00
333	Services	34,194.00	5%	1,710.00
334	Meters and Meter Installations	26,207.00	5%	1,310.00
335	Hydrants	19,717.00	5%	986.00
336	Backflow Prevention Devices	-0-		-0-
339	Other Plant and Misc. Equipment	-0-		-0-
340	Office Furniture and Equipment	9,202.00	5%	Fully Dep.
341	Transportation Equipment	-0-		-0-
343	Tools, Shop and Garage Equipment	140.00	5%	7.00
344	Laboratory Equipment	-0-		-0-
345	Power Operated Equipment	2,818.00	5%	Fully Dep.
346	Communication Equipment	-0-		-0-
347	Miscellaneous Equipment	-0-		-0-
348	Other Tangible Plant	-0-		-0-
	TOTALS	881,345.00		43,067.00

This amount goes on Comparative Statement of Income and Expense _____
 Acct. No. 403.

COMPANY NAME

Naco Water Company, LLC

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 5,392.46	\$ 15,462.28
134	Working Funds WIFA Set Aside Fund *	51,682.20	52,080.19
135	Temporary Cash Investments	-0-	-0-
141	Customer Accounts Receivable	21,605.39	22,117.52
146	Notes/Receivables from Associated Companies	-0-	-0-
151	Plant Material and Supplies	-0-	-0-
162	Prepayments	-0-	-0-
174	Miscellaneous Current and Accrued Assets **	32,468.30	37,519.93
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 111,148.35	\$ 127,179.92
	FIXED ASSETS		
101	Utility Plant in Service	\$ 876,855.29	\$ 881,345.77
103	Property Held for Future Use	-0-	-0-
105	Construction Work in Progress	-0-	-0-
108	Accumulated Depreciation – Utility Plant	(191,497.00)	(234,564.00)
121	Non-Utility Property	-0-	-0-
122	Accumulated Depreciation – Non Utility	-0-	-0-
	TOTAL FIXED ASSETS	\$ 685,358.29	\$ 646,781.77
	TOTAL ASSETS	\$ 796,506.64	\$ 773,961.69

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

* Money collected for repayment of WIFA loan.

** WIFA Reserve Fund (for rapairs & replacement) - \$5,051.63 in 2002.

COMPANY NAME	Naco Water Company, LLC
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BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 3,068.05	\$ 148.30
232	Notes Payable (Current Portion)	17,000.00	17,000.00
234	Notes/Accounts Payable to Associated Companies	-0-	-0-
235	Customer Deposits *	12,785.50	13,117.50
236	Accrued Taxes	668.36	730.42
237	Accrued Interest	-0-	-0-
241	Miscellaneous Current and Accrued Liabilities **	41.48	25.99
	TOTAL CURRENT LIABILITIES	\$ 33,563.39	\$ 31,022.21
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 614,067.68	\$ 588,723.18
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ -0-	\$ -0-
252	Advances in Aid of Construction	2,500.00	-0-
255	Accumulated Deferred Investment Tax Credits	-0-	-0-
271	Contributions in Aid of Construction	27,786.00	33,286.00
272	Less: Amortization of Contributions	(8,456.00)	(10,120.90)
281	Accumulated Deferred Income Tax	-0-	-0-
	TOTAL DEFERRED CREDITS	\$ 21,830.00	\$ 23,165.10
	TOTAL LIABILITIES	\$ 669,461.07	\$ 642,910.49
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ -0-	\$ -0-
211	Paid in Capital in Excess of Par Value	-0-	-0-
215	Retained Earnings	-0-	-0-
218	Proprietary Capital (Sole Props and Partnerships)	127,045.57	131,051.20
	TOTAL CAPITAL	\$ 127,045.57	\$ 131,051.20
	TOTAL LIABILITIES AND CAPITAL	\$ 796,506.64	\$ 773,961.69

*Meter Deposits - \$9387.50

Security Deposits - \$3730.00

** Unclaimed Security Deposits \$25.99

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 150,977.30	\$ 164,368.59
460	Unmetered Water Revenue	1,065.00	1,104.10
474	Other Water Revenues	1,050.00	1,139.99
	TOTAL REVENUES	\$ 153,092.30	\$ 166,612.68
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 15,314.94	\$ 13,873.20
610	Purchased Water	-0-	-0-
615	Purchased Power	8,770.74	9,088.39
618	Chemicals	-0-	1,512.73
620	Repairs and Maintenance	2,602.38	1,824.49
621	Office Supplies and Expense	3,085.35	3,478.06
630	Outside Services	48,167.14	48,315.00
635	Water Testing	2,868.01	2,345.01
641	Rents	2,400.00	2,400.00
650	Transportation Expenses	6,604.50	4,468.83
657	Insurance – General Liability	3,203.64	2,292.00
659	Insurance - Health and Life	1,451.96	2,334.21
666	Regulatory Commission Expense – Rate Case	-0-	-0-
675	Miscellaneous Expense	690.31	122.97
403	Depreciation Expense (less Amort. Exp.)	41,459.00	41,402.70 *
408	Taxes Other Than Income	-0-	-0-
408.11	Property Taxes	6,710.81	7,695.22
409	Income Tax	-0-	-0-
	TOTAL OPERATING EXPENSES	\$ 143,328.78	\$ 141,152.81
	OPERATING INCOME/(LOSS)	\$ 9,763.52	\$ 25,459.87
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 4,481.19	\$ 697.99
421	Non-Utility Income	68.33	284.67
426	Miscellaneous Non-Utility Expenses	-0-	-0-
427	Interest Expense	15,401.61	22,437.50
	TOTAL OTHER INCOME/(EXPENSE)	\$ (10,852.09)	\$ (21,454.84)
	NET INCOME/(LOSS)	\$ 1,088.57	\$ 4,005.03

* Amort. Expense 2002 - \$1664.30

COMPANY NAME Naco Water Company
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SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	5/3/99			
Source of Loan	WIFA			
ACC Decision No.	61070			
Reason for Loan	System Upgrade			
Dollar Amount Issued	\$ 671,000.00	\$	\$	\$
Amount Outstanding	\$ 588,723.18	\$	\$	\$
Date of Maturity	5/3/19			
Interest Rate	3.375%			
Current Year Interest	\$ 4,394.67	\$	\$	\$
Current Year Principle	\$ 25,344.50	\$	\$	\$

Meter Deposit Balance at Test Year End	<u>\$ 9,387.50</u>
Meter Deposits Refunded During the Test Year	<u>\$ 1,128.00</u>

COMPANY NAME Naco Water Company

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-575700	15	182	410	10	4	1999
55-627683	10	80	312	8	3	1997
55-627684	5	35	160	8	2	1930
55-627685	15	85	450	8	4	1995

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	2 @ #2 1 @ #3	18	
7.5	2 @ #4		
15	2 @ #6		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
20,000	1 @ #2	2,000	2 @ #2 & #4
7,500	1 @ #3	750	1 @ #3
20,000	1 @ #4	5,000	1 @ #6
50,000	1 @ #6		

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2	PVC/Steel	11,470
3	ABS	1,160
4	PVC/ABS	11,705
5		
6	PVC	11,340
8		
10		
12		
2 1/2	PVC	1,100
1	PVC/Steel	6,180
1 1/2	PVC	3,000

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	344
3/4	
1	5
1 1/2	6
2	4
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

4 Chlorinators

STRUCTURES:

1,100' of fence

OTHER:

COMPANY NAME: Naco Water Company

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	277	1,330,420	1996
FEBRUARY	276	1,472,790	2056
MARCH	276	1,500,739	1962
APRIL	277	2,004,280	2453
MAY	277	2,178,100	2511
JUNE	277	2,961,310	3585
JULY	278	2,430,280	3054
AUGUST	278	1,660,090	2131
SEPTEMBER	278	1,886,405	2327
OCTOBER	278	1,893,950	2365
NOVEMBER	278	1,849,700	2213
DECEMBER	278	1,478,140	1883
TOTAL		N/A	28536

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (x) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (x) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. $\frac{0.045}{<0.004}$ mg/l
(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Naco Water Company

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	70	317,610	600
FEBRUARY	70	345,500	553
MARCH	70	286,141	448
APRIL	70	412,210	615
MAY	70	491,610	715
JUNE	71	727,150	937
JULY	71	706,110	876
AUGUST	71	385,170	517
SEPTEMBER	71	501,155	804
OCTOBER	71	440,110	799
NOVEMBER	71	406,200	624
DECEMBER	71	328,540	454
TOTAL		N/A	7942

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount:_____

What is the level of arsenic for each well on your system. <0.004 mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Naco Water Company

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	10	62,010	65
FEBRUARY	10	50,460	60
MARCH	10	49,010	50
APRIL	10	66,580	77
MAY	10	66,980	75
JUNE	10	113,620	130
JULY	10	95,160	111
AUGUST	10	68,460	75
SEPTEMBER	10	71,550	89
OCTOBER	10	77,800	94
NOVEMBER	10	91,400	99
DECEMBER	10	50,700	57
TOTAL		N/A	982

863730

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount:_____

What is the level of arsenic for each well on your system. ____N/A____mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Naco Water Company, LLC **YEAR ENDING 12/31/2002**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2002 was: \$ 7,695.22

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME Naco Water Company, LLC

YEAR ENDING 12/31/2002

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported *
Estimated or Actual Federal Tax Liability State Taxable Income Reported
Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \$33,286.00
Amount of Gross-Up Tax Collected -0-
Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE3/14/03
DATESalim S. Domingues, Jr.

PRINTED NAME

OWNER/ MEMBER

TITLE

VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

RECEIVED
MAR 19 2003

Director of Utilities

VERIFICATIONSTATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Cochise
NAME (OWNER OR OFFICIAL) TITLE	Salim S. Dominguez, Jr., Owner/Member
COMPANY NAME	Naco Water Company, L.L.C.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2002 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 177,938.86

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 10,343.52

IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER _____

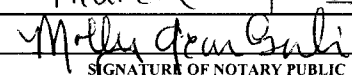
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS March 13 DAY OF

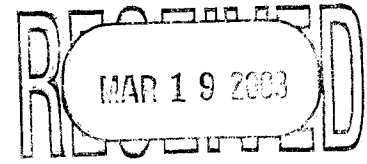
BLY JEAN GERDI
Notary Public - Arizona
Pima County
(SEAL)

MY COMMISSION EXPIRES March 3, 2004

COUNTY NAME <u>Pima</u>	
MONTH <u>March</u>	YEAR <u>2003</u>
 _____ SIGNATURE OF NOTARY PUBLIC	

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) Cochise	
NAME (OWNER OR OFFICIAL) Salim S. Dominguez, Jr.	TITLE Trustor, Owner
COMPANY NAME Naco Water Company, L.L.C.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2002 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 157,717.42

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 9,163.91
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 13 DAY OF

(SEAL)

MY COMMISSION EXPIRES March 3, 2006

NOTARY PUBLIC NAME Molly Jean Gersh	
COUNTY NAME Pima	
MONTH March	2003

X
SIGNATURE OF NOTARY PUBLIC

1234

NACO WATER COMPANY, LLC 10/94
P.O. BOX 307
NACO, AZ 85620

BANK OF AMERICA
91-170/1221

10/23/2002

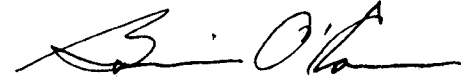
PAY TO THE ORDER OF Marsha Bonham, Cochise County Treasurer

\$ **3,880.76

Three Thousand Eight Hundred Eighty and 76/100*****
DOLLARS

Marsha Bonham, Cochise County Treasurer

MEMO



⑈001234⑈ ⑆122101706⑆ 000003797676⑈

1234

NACO WATER COMPANY, LLC

Marsha Bonham, Cochise County Treasurer

10/23/2002

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
10/01/2002	Bill	918-00-200 7	54.22	54.22		54.22
10/01/2002	Bill	918-00-271 3	2,347.18	2,347.18		2,347.18
10/01/2002	Bill	918-02-370 3	10.32	10.32		10.32
10/01/2002	Bill	918-02-373 2	1,469.04	1,469.04		1,469.04
					Check Amount	3,880.76

131100 - Bank of America

3,880.76

117

NACO WATER COMPANY, LLC 10/94
P.O. BOX 307
NACO, AZ 85620

BANK OF AMERICA
91-170/1221

4/25/2002

PAY TO THE ORDER OF Marsha Bonham, Cochise County Treasurer

\$ **3,814.46

Three Thousand Eight Hundred Fourteen and 46/100***** DOLLARS

Marsha Bonham, Cochise County Treasurer

MEMO



⑈001179⑈ ⑆122101706⑆ 000003797676⑈

SECURITY FEATURES INCLUDE DETAILS ON BACK

1179

NACO WATER COMPANY, LLC

Marsha Bonham, Cochise County Treasurer

4/25/2002

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
04/01/2002	Bill	918-00-200 7	400.72	400.72		400.72
04/01/2002	Bill	918-02-370 3	53.54	53.54		53.54
04/01/2002	Bill	918-02-373 2	3,360.20	3,360.20		3,360.20
				Check Amount		3,814.46

131100 - Bank of America

3,814.46